FISCAL NOTE

SB 2795 - HB 3194

March 14, 2006

SUMMARY OF BILL: Authorizes law enforcement agencies to seize vehicles operated by persons whose breath or blood alcohol concentration measures .25 percent or more.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - \$850,000
Increase State Expenditures - \$1,228,900 Recurring \$29,200 One-Time

Increase Local Revenues - \$600,000 Increase Local Expenditures - \$600,000*

Assumptions:

- Approximately 3,150 annual seizures.
- Approximately 2,000 persons will post a cost bond and request and receive an administrative hearing.
- At least 1,500 additional vehicles will be seized on an annual basis.
- Approximately 1,200 will be seized by local governments and approximately 300 will be seized by the state.
- An increase in state revenues from the collection of cost bonds (2,000 @ \$350) and the sale of seized vehicles (300 @ \$500).
- An increase in local government revenues from the sale of seized vehicles (1,200 @ \$500).
- A recurring and one-time increase in state expenditures for salary and benefits for five additional positions and related operational expenses to handle the provisions of this bill including the towing, storing and selling or seized vehicles and the scheduling and holding of administrative hearings among other things.
- An increase in local government expenditures relative to the cost of towing, storing and selling the seized vehicles.

• There may be some local governments that have revenues in excess of expenditures. This excess is to be remitted to the Alcohol and Drug Addiction Treatment Fund in the Department of Health. This amount, if any, is estimated to be not significant.

*Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director